

NORPHLET CHEMICAL REPORT

Week of May 5th thru May 11, 2008

Most of this week was spent in various meetings with Ronnie Jackson and Vic Forte discussing the findings of their prior meeting with Stephan Owen (Fluoromer) in Tennessee. Both men felt that the trip was worthwhile and very beneficial to both parties.

It appears at this time that both the liquid phase and the gas phase are viable and workable options to Norphlet on the first or front stage of 133a production. Ronnie has a detailed report attached on the pros & cons of both as well as some preliminary cost estimates.

We contacted Judd Hammond (Patent Attorney) in Baton Rouge to get him started on any infringements we may incur on gas or Vapor phase in the first stage of 133a production. At the time of this writing, his report is in and it looks like we do not have a patent problem with either process.

Evert scheduled Fluoromer to meet with us at Norphlet for Monday and Tuesday the 19th and 20th of May. This will be their final report and recommendation for the first part of their consulting arrangement with us. We are not expecting Engineering drawings in any detail at this meeting. However, we do expect enough information to take the process design to an engineering firm for precision drawings. After these engineering plans are completed, we then can take them to bid with local contracting firms. It is anticipated that these engineering plans will take up to 3 to 4 weeks for completion. Ronnie was instructed to contact the local Ruston Engineering firm to make sure they have open timeframes in the future to perform work on this project.

John Garrison came by this week to pick up the last remaining personal items belonging to him at the plant site. Jeff Garrison has also cleaned out his office of all personal items.

David Henry is taking the necessary steps with Brian Brooks to make sure Fluoromer is paid on time for the 16th of May.

TULSTAR continues to work with us on a daily basis to follow JTLF X and the market price changes on 134a.

SEE RONNIE JACKSON'S REPORT ATTACHED.

EVERT

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